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AIT TAIPEI FOR MATTHEW O'CONNOR AND MI-YONG KIM

E.O. 12958: N/A
TAGS: [ETTC](#) [KOMC](#) [AIT](#)
SUBJECT: BLUE LANTERN LEVEL 3: PRE-LICENSE END-USE CHECK
ON APPLICATION 05-050086782

This is an Action Request. See paragraphs 2-4.

¶2. The Department's Office of Defense Trade Controls Compliance (PM/DTCC) requests AIT Taipei's assistance in conducting a pre-license check on application 05-050086782 for the export of microwave filters to Taiwan. AIT Taipei is requested to complete this Blue Lantern within 30 days. Lack of response to a Blue Lantern inquiry will affect pending and future licenses involving parties to this license.

¶3. Reason for request: Watchlisted end-user; foreign consignee and foreign intermediate consignee have never been subject of Blue Lantern inquiries.

¶4. Action: Department requests that AIT Taipei make inquiries to establish the bona fides of Burnaby Industries Co. Ltd. and Step Electronics Taiwan Ltd. in the proposed transaction. Conduct site visits to assess the companies' reliability as recipients of United States Munitions List (USML) articles as well as their operations and on-site security. If site visits are not possible, please inform PM/DTCC case officer. Also, confirm with the end-user that it ordered the listed items for the purpose stated on the application.

The following questions provide suggested guidance:

(To Burnaby Industries Co. Ltd. and Step Electronics Taiwan Ltd.)

- Please confirm an order to be shipped under license 05-050086782.

- How long has your company been in the business of importing and selling defense articles? To Chung Shan Institute? In what other name(s) has your company done business?

- Are you familiar with the restrictions against the unauthorized re-export or retransfer of U.S.-origin defense articles?

- What other products are sold by your company?

- Who are your regular customers and where are they located?

(To Chung Shan Institute for Science & Technology (CSIST))

- Please confirm your order for the items listed on license application 05-050086782. What is the end-use of these USML items?

- How long has CSIST done business with Burnaby Industries Co. Ltd. and Step Electronics Taiwan Ltd?

- What are the specific roles of these firms in this transaction?

End Action Request.

15. Details of license application:

DTC Case: 05-050086782

QUANTITY/COMMODITY:

17 5IB20-302.2/TB16-P/P RF/Microwave Filters

License Value: USD \$6,324.

SELLER:

Dover Corporation
Attn: Nicole Weber
280 Park Drive, Floor 34W
New York, NY 10017-1298
Tel: (212)922-1640

Subsidiary:

K & L Microwave, Inc.
Attn: Paula Swafford
or David W. Howett
2250 Northwood Drive
Salisbury, MD 21801
Tel: (410)749-2424 (ext. 3788; 3967)

FOREIGN CONSIGNEE:

Teresa Wang
Burnaby Industries Co. Ltd.
9F-2, No.6, Ta-Hsing West Road, Section 2
Taoyuan City 330
Taiwan
Republic of China
Tel: 886-3-3028802
Fax: 886-3-3019806

FOREIGN INTERMEDIATE CONSIGNEE:

Chris Chen or Albert Huang
Step Electronics (Taiwan) Ltd.
6th Floor, No. 176, Sec.2 Nan King East Road
Taipei
Taiwan
Republic of China
Tel: 886-22506-7451
Fax: 886-22506-4436
Email: stepspkw@ms3.hinet.net

FOREIGN END-USER:

Chung Shan Institute for Science & Technology
No. 481 Chia-An Sec. Chung-Cheng Road
Chia-An Village
Lung Tan
Taoyuan 32500
Taiwan
Republic of China
Tel: 886-3-4712201

PURPOSE:

The RF/Microwave Filter commodities will be exported to Burnaby Industries Co., Ltd, Taiwan ROC for the Chung Shan Institute of Science & Technology (CSIST), Taiwan ROC for use in the Tien Kung II Surface-to-Air Missile System developed and used by CSIST.

16. Submitted in support of the license application were the

following documents (PM/DTCC will fax documentation to AIT Taipei upon request):

-- Step Electronics' Purchase Order dated 24 December 2007 which references its Order No. ST96868, Customer No. BUR-9611190145, Burnaby's Account No.960567887, and Department of Commerce No.1112 (Export License).

-- K & L Microwave letter to DTC which references Burnaby Industries' Purchase Order No. BUR-9611190145.

-- K & L Microwave End-User Statement unsigned/undated.

-- Chung Shan Institute of Science & Technology End Use Statement dated 7 December 2007.

-- U.S. Department of Commerce, Bureau of Industry and Security Statement by Ultimate Consignee and Purchaser dated 7 December 2007.

17. Please slug reply for PM/DTCC - BLUE LANTERN COORDINATOR and include the words "Blue Lantern" and the case number in the subject line. POC is Rachael-Therese S. Joubert-Lin, Phone: 202-663-2950; Email: JoubertLinRS@state.gov; SIPRNET: JoubertLinRS@state.sgov.gov. The Blue Lantern Guidebook (ref) is available as a PDF file in the Bunche Library's E-Book Collection on the DOS Intranet:
<http://buncheelectroniclibrary.state.gov/ebooks/BlueLanternGuidebook2006%20final.pdf>

18. Department is grateful for AIT Taipei's assistance in this matter.
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